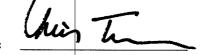
HOUSE OF REPARED HISTORY



FLOOR AMENDMENT NO.____

BY:



1	Amend C.S.H.B. No. 32 (house committee report) as follows:
2	(1) Strike SECTION 1 of the bill (page 1, lines 6 through 13)
3	and substitute the following appropriately numbered SECTION of the
4	bill:
5	SECTION Subchapter A, Chapter 171, Tax Code, is
6	amended by adding Section 171.0025 to read as follows:
7	Sec. 171.0025. TEMPORARY PERMISSIVE ALTERNATE RATES FOR
8	2016 AND 2017. (a) Notwithstanding Section 171.002(a) and subject
9	to Sections 171.1016 and 171.1017 and Subsection (b) of this
10	section, a taxable entity may elect to pay the tax imposed under
11	this chapter at a rate of 0.75 percent of taxable margin.
12	(b) Notwithstanding Section 171.002(b) and subject to
13	Sections 171.1016 and 171.1017, a taxable entity primarily engaged
14	in retail or wholesale trade as defined by Sections 171.002(c) and
15	(c-1) may elect to pay the tax imposed under this chapter at a rate
16	of 0.375 percent of taxable margin.
17	(c) This section applies only to a report originally due on
18	or after January 1, 2016, and before January 1, 2018.
19	(d) This section expires December 31, 2017.
20	(2) Strike SECTION 2 of the bill (page 1, line 14, through
21	page 2, line 7) and substitute the following appropriately numbered
22	SECTION of the bill:
23	SECTION Subchapter C, Chapter 171, Tax Code, is
24	amended by adding Section 171.1017 to read as follows:
25	Sec. 171.1017. TEMPORARY PERMISSIVE E-Z COMPUTATION AND
26	RATE FOR 2016 AND 2017. (a) Notwithstanding any other provision of
27	this chapter, a taxable entity whose total revenue from its entire
28	business is not more than \$20 million may elect to pay the tax
29	imposed under this chapter in the amount computed and at the rate

- 1 provided by this section rather than in the amount computed and at
- 2 the tax rate provided by Section 171.002, 171.0025, or 171.1016.
- 3 (b) The amount of the tax for which a taxable entity that
- 4 elects to pay the tax as provided by this section is liable is
- 5 computed by:
- 6 (1) determining the taxable entity's total revenue
- 7 from its entire business, as determined under Section 171.1011;
- 8 (2) apportioning the amount computed under
- 9 Subdivision (1) to this state, as provided by Section 171.106, to
- 10 determine the taxable entity's apportioned total revenue; and
- 11 (3) multiplying the amount computed under Subdivision
- 12 (2) by the rate of 0.331 percent.
- (c) A taxable entity that elects to pay the tax as provided
- 14 by this section may not take a credit, deduction, or other
- 15 adjustment that is not specifically authorized by this section.
- (d) A reference in this chapter or other law to the rate of
- 17 the franchise tax means, as appropriate, the rate under Section
- 18 <u>171.002</u>, 171.0025, or 171.1016 or, for a taxable entity that elects
- 19 to pay the tax as provided by this section, the rate under this
- 20 section.
- 21 (e) This section applies only to a report originally due on
- 22 or after January 1, 2016, and before January 1, 2018.
- 23 (f) This section expires December 31, 2017.